

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Borrowings-Borrowings from L.I.C. of India-Sanction of Rs.31,65,47,517/- towards pre-closure of Loan repayment of Principle and payment of Interest on the loans from L.I.C of India - Orders - Issued.

FINANCE (DCM-III) DEPARTMENT

G.O.Ms.No.98

Dated:07-05-2014.
Read the following:

- 1) From LIC of India letter INV/D/GOAP, dt.16.3.2005.
- 2) G.O.Rt.No.3410, Fin (W&M) Dept, dt.01.09.2005.
- 3) G.O.Rt.No.685, Fin (W&M) Dept, dt.03.03.2006.
- 4) G.O.Rt.No.3286, Fin (W&M) Dept, dt.02.09.2006.
- 5) G.O.Rt.No.673, Fin (W&M) Dept, dt.05.03.2007.
- 6) G.O.Rt.No.3329, Fin (W&M) Dept, dt.03.09.2007.
- 7) G.O.Rt.No.903, Fin (DCM.III) Dept, dt.3.03.2008.
- 8) G.O.Rt.NO.835, Fin(DCM-III) Dept.,dt.7-3-2013
- 9) G.O.Rt.No.3479, Fin(DCM-III) Dept.,d t. 19-9-2013
- 10) G.O.Rt.NO.686, Fin (DCM-III) Dept.,dt.7-3-2014.
- 11) E-mail from the Asst. Secy., Investment Dept., L.I.C of India, Mumbai, dt.6-5-2014.

O R D E R

In the reference 1st read above, L.I.C. of India released term loan of Rs.500.00 Crore to Government of Andhra Pradesh for the year 2004-05 for financing various Irrigation Projects and also requested to remit the interest on the said loan at the rate of 7.75% p.a. payable half yearly in favour of LIC of India, Mumbai.

The final repayment of the Principal for an amount of Rs.31,25,00,000/- falls due on September, 2014. In view of the bifurcation of Andhra Pradesh into Andhra and Telangana States, a request has been sent to permit for pre-closure of the Loan to LIC of India, Mumbai. In the reference 11th cited the L.I.C Mumbai has informed that the total amount to be repaid is Rs.31,65,47,517/-(rounded to Rs.31,65,48,000/-).

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2. Government hereby sanction an amount of Rs.31,65,48,000/- (Rupees Thirty One crores Sixty Five lakhs Forty Eight Thousand only) towards payment of Principle and Interest payable to LIC of India, Mumbai. Out of Rs. 31,65,48,000/- an amount of Rs.31,25,00,000/- is towards repayment of Principle and Rs.40,47,517/- (rounded to Rs.40,48,000/-) is towards interest payment to L.I.C of India up to the 15th May, 2014, on the loan released to State Government for financing various Irrigation Projects.

3. The expenditure sanctioned above for Rs.31,25,00,000/- as Principle shall be debited to M.H.6003 Internal Debt of the State Govt. (Charged) – M.H.103 Loans from L.I.C. of India – S.H.(07) Loans from LIC of India – 560 Repayment of borrowing and an amount of Rs.40,48,000/- as Interest shall be debited to M.H.2049 Interest Payments - 01 Interest on Internal Debt - M.H.200 Interest on other Internal debt - S.H.(29) Interest on Loans from LIC of India - 450 Interest (Charged) in relaxation of Quarterly Regulation Orders and Treasury Control Orders.

4. The Assistant Secretary to Government, Finance (Claims) Department is hereby requested to draw the above mentioned amount and disburse the amount by means of Demand Draft in favor of LIC of India, Mumbai payable at Mumbai.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

L.PREMACHANDRA REDDY
Secretary to Government (B&IF)

To
The Finance (Claims) Department.
The PAO, Secretariat Branch, Hyderabad.
The A.G., A.P., Hyderabad.

Copy to:

The LIC of India, Investment Department, 5th Floor,
"Yogakshema", J.B. Marg, Mumbai – 400 021.
The Finance (W.A-I) Department.
SF/SC.

// Forwarded:: By order //

SECTION OFFICER